APPENDIX 9: RISK APPETITE AND VAR USAGE VERSUS LIMITS CHARTS

This Appendix compiles data gathered by the Examiner's financial advisors regarding Lehman's internal risk limits excesses. The first chart in this appendix is a compilation of data, showing Lehman's firm-wide risk appetite and VaR usage versus its limits during the period from December 2006 through September 15, 2008. The following charts illustrate similar data with respect to Lehman's Fixed Income Division, High Yield business, and Global Real Estate Group.

Total Firm - Usage versus Limits

Risk Appetite (RA) and Value-at-Risk (VaR) Usage versus Limits

Time period presented: December 1, 2006 to September 15, 2008

($ in Millions)

Date	RA Limit	RA Usage	RA Breach *	Monthly Average**	VaR Limit	VaR Usage	VaR Breach *	Monthly Average**	Key Event	
12/1/06	3300	2383		2521	85	62		63		
12/4/06	3300	2389		2521	85	58		63		
12/5/06	3300	2398		2521	85	60		63		
12/6/06	3300	2409		2521	85	64		63		
12/7/06	3300	2431		2521	85	60		63		
12/8/06	3300	2386		2521	85	57		63		
12/11/06	3300	2504		2521	85	63		63		
12/12/06	3300	2475		2521	85	60		63		
12/13/06	3300	2527		2521	85	63		63		
12/14/06	3300	2641		2521	85	72		63		
12/15/06	3300	2645		2521	85	73		63		
12/18/06	3300	2481		2521	85	66		63		
12/19/06	3300	2438		2521	85	62		63		
12/20/06	3300	2692		2521	85	67		63		
12/21/06	3300	2642		2521	85	66		63		
12/22/06	3300	2625		2521	85	63		63		
12/25/06	-	-	-	2521	-	-	-	63		
12/26/06	3300	2609		2521	85	64		63		
12/27/06	3300	2578		2521	85	61		63		
12/28/06	3300	2637		2521	85	66		63		
12/29/06	3300	2535		2521	85	63		63		
1/1/07	-	-	-	2384	-	-	-	56		
1/2/07	3300	2549		2384	85	64		56		
1/3/07	3300	2506		2384	85	64		56		
1/4/07	3300	2585		2384	85	70		56		
1/5/07	3300	2566		2384	85	66		56		
1/8/07	3300	2546		2384	85	65		56		
1/9/07	3300	2434		2384	85	57		56		
1/10/07	3300	2455		2384	85	59		56		
1/11/07	3300	2374		2384	85	53		56		
1/12/07	-	-	-	2384	-	-	-	56		
1/15/07	3300	2295		2384	85	56		56	2	FairPoint Communications original commitment: $832 Mm
1/16/07	3300	2209		2384	85	52		56		
1/17/07	3300	2142		2384	85	46		56		
1/18/07	3300	2248		2384	85	52		56		
1/19/07	3300	2287		2384	85	53		56		
1/22/07	3300	2371		2384	85	57		56		
1/23/07	3300	2332		2384	85	54		56		
1/24/07	3300	2305		2384	85	50		56		
1/25/07	3300	2393		2384	85	57		56		
1/26/07	3300	2417		2384	85	58		56		
1/29/07	3300	2397		2384	85	56		56		
1/30/07	3300	2283		2384	85	46		56		
1/31/07	3300	2377		2384	85	50		56		
2/1/07	3300	2389		2524	85	54		63		
2/2/07	3300	2486		2524	85	58		63		
2/5/07	3300	2425		2524	85	56		63		
2/6/07	3300	2556		2524	85	65		63		
2/7/07	3300	2518		2524	85	62		63		
2/8/07	3300	2562		2524	85	64		63		

Total Firm - Usage versus Limits

Risk Appetite (RA) and Value-at-Risk (VaR) Usage versus Limits

Time period presented: December 1, 2006 to September 15, 2008

($ in Millions)

Date	RA Limit	RA Usage	RA Breach *	Monthly Average**	VaR Limit	VaR Usage	VaR Breach *	Monthly Average**		Key Event
2/9/07	3300	2465		2524	85	62		63		
2/12/07	3300	2371		2524	85	57		63		
2/13/07	3300	2427		2524	85	59		63		
2/14/07	3300	2491		2524	85	66		63		
2/15/07	3300	2643		2524	85	73		63		
2/16/07	-	-	-	2524	-	-	-	63		
2/19/07	3300	2609		2524	85	70		63		
2/20/07	3300	2546		2524	85	70		63		
2/21/07	3300	2446		2524	85	62		63		
2/22/07	3300	2520		2524	85	66		63		
2/23/07	3300	2546		2524	85	66		63		
2/26/07	3300	2543		2524	85	65		63	2	Energy Future Holdings (TXU) original commitment: $4,737 Mm
2/27/07	3300	2725		2524	85	62		63	3	LB-UBS CoMm Mortgage Trust 2007-C1 Close. Issued: $3.7 Bn
2/28/07	3300	2687		2524	85	59		63		
3/1/07	3300	2512		2513	85	54		68		
3/2/07	3300	2641		2513	85	54		68		
3/5/07	3300	2345		2513	85	57		68		
3/6/07	3300	2273		2513	85	60		68	3	Pyxis ABS CDO 2007-1 Close. Issued: $1.5 Bn
3/7/07	3300	2415		2513	85	63		68		
3/8/07	3300	2338		2513	85	56		68		
3/9/07	3300	2414		2513	85	64		68		
3/12/07	3300	2523		2513	85	67		68		
3/13/07	3300	2517		2513	85	67		68		
3/14/07	3300	2525		2513	85	73		68		
3/15/07	3300	2486		2513	85	70		68		
3/16/07	3300	2559		2513	85	75		68		
3/19/07	3300	2561		2513	85	75		68		
3/20/07	3300	2724		2513	85	82		68		
3/21/07	3300	2647		2513	85	78		68		
3/22/07	3300	2751		2513	85	78		68		
3/23/07	3300	2675		2513	85	76		68		
3/26/07	3300	2630		2513	85	77		68		
3/27/07	3300	2461		2513	85	67		68		
3/28/07	3300	2466		2513	85	70		68		
3/29/07	3300	2465		2513	85	72		68		
3/30/07	3300	2361		2513	85	65		68	3	Fannie Mae REMIC Trust 2007-30 Close. Issued: $3.1 Bn
4/2/07	3300	2426		2548	85	68		74	2	First Data original commitment: $3,120 Mm
4/3/07	3300	2436		2548	85	66		74		
4/4/07	3300	2435		2548	85	64		74		
4/5/07	-	-	-	2548	-	-	-	74		
4/6/07	3300	2459		2548	85	66		74		
4/9/07	3300	2456		2548	85	68		74		
4/10/07	3300	2401		2548	85	65		74		
4/11/07	3300	2515		2548	85	72		74		
4/12/07	3300	2502		2548	85	73		74		
4/13/07	3300	2478		2548	85	69		74		
4/16/07	3300	2580		2548	85	81		74	2	Advent International - Lloyds TSB original commitment: £281 Mm
4/17/07	3300	2575		2548	85	76		74		
4/18/07	3300	2600		2548	85	79		74		
4/19/07	3300	2495		2548	85	77		74		

Total Firm - Usage versus Limits

Risk Appetite (RA) and Value-at-Risk (VaR) Usage versus Limits

Time period presented: December 1, 2006 to September 15, 2008

($ in Millions)

Date	RA Limit	RA Usage	RA Breach *	Monthly Average**	VaR Limit	VaR Usage	VaR Breach *	Monthly Average**		Key Event
4/20/07	3300	2568		2548	85	78		74		
4/23/07	3300	2616		2548	85	81		74		
4/24/07	3300	2593		2548	85	77		74		
4/25/07	3300	2725		2548	85	87	2	74		
4/26/07	3300	2670		2548	85	80		74	2	Local Insight Media original commitment: $422 Mm
4/27/07	3300	2668		2548	85	76		74		
4/30/07	3300	2769		2548	85	83		74		
5/1/07	3300	2763		2773	85	83		81		
5/2/07	3300	2633		2773	85	78		81		Bettinger to Shotton, Vecchio: IMD PIPE now included in internal VaR but
5/3/07	3300	2737		2773	85	83		81		not regulatory VaR, request clarification of which businesses (i.e. RE)
5/4/07	3300	2686		2773	85	79		81		show up in VaR snapshot, but not VaR based capital
5/7/07	3300	2904		2773	85	92	7	81		
5/8/07	3300	2704		2773	85	78		81		
5/9/07	3300	2755		2773	85	83		81		Shotton proposes to Van Buren, Lang: shifting risk from VaR to Event.
5/10/07	3300	2819		2773	85	89	4	81	3	LB-UBS CoMm Mortgage Trust 2007-C2 Close. Issued: $3.6 Bn
5/11/07	3300	2772		2773	85	86	1	81	2	Endemol/Goldman Sachs original commitment: $633 Mm
5/14/07	3300	2699		2773	85	77		81		
5/15/07	3300	2602		2773	85	66		81	1	237 Park Avenue Close. Total exposure: $1.35 Bn
5/16/07	3300	2626		2773	85	71		81		
5/17/07	3300	2738		2773	85	77		81	1	Beacon Fund III Close. Funding share: $2.04 Bn
5/18/07	3300	2717		2773	85	79		81	2	Advent International - Lloyds TSB Close. Commitment: £ 264 Mm
5/21/07	3300	2767		2773	85	81		81		
5/22/07	3300	2864		2773	85	86	1	81		
5/23/07	3300	2938		2773	85	84		81		
5/24/07	3300	2880		2773	85	83		81		
5/25/07	-	-	-	2773	-	-	-	81		
5/28/07	3300	2791		2773	85	78		81		
5/29/07	3300	2854		2773	85	81		81	2	CDW original commitment: $1,960 Mm
5/30/07	3300	2853		2773	85	82		81	3	Fannie Mae REMIC Trust 2007-54 Close. Issued: $2.5 Bn
5/31/07	3300	2894		2773	85	82		81	2	Debitel original commitment: €250 Mm
6/1/07	3300	3238		3336	85	85	0	86		DRA Report change: added Corporate to Equities
6/4/07	3300	3281		3336	85	86	1	86	1	Archstone Commitment of $10.9 Bn entered into LR. Closed: 10/5/07
6/5/07	3300	3289		3336	85	86	1	86	1	EOP Austin Portfolio Close. Funding share: $ 1.13 Bn
6/6/07	3300	3291		3336	85	84		86		Event on 6/4/07:
6/7/07	3300	3446	146	3336	85	95	10	86	2	ARINC Incorporated original commitment: $825 Mm
6/8/07	3300	3297		3336	85	86	1	86		
6/11/07	3300	3207		3336	85	83		86	2	Icopal A/S original commitment: €850 Mm
6/12/07	3300	3359	59	3336	85	90	5	86		
6/13/07	3300	3186		3336	85	81		86		
6/14/07	3300	3481	181	3336	85	102	17	86		
6/15/07	3300	3538	238	3336	85	103	18	86		
6/18/07	3300	3551	251	3336	85	99	14	86	2	Sequa Corp original commitment: $2,050 Mm
6/19/07	3300	3538	238	3336	85	97	12	86	2	Home Depot Supply original commitment $2,400 Mm
6/20/07	3300	3317	17	3336	85	82		86		
6/21/07	3300	3173		3336	85	74		86		
6/22/07	3300	3199		3336	85	73		86	2	PQ Corp original commitment $488 Mm
6/25/07	3300	3207		3336	85	75		86		
6/26/07	3300	3139		3336	85	75		86		
6/27/07	3300	3372	72	3336	85	82		86		
6/28/07	3300	3453	153	3336	85	87	2	86		

Total Firm - Usage versus Limits

Risk Appetite (RA) and Value-at-Risk (VaR) Usage versus Limits

Time period presented: December 1, 2006 to September 15, 2008

($ in Millions)

Date	RA Limit	RA Usage	RA Breach *	Monthly Average**	VaR Limit	VaR Usage	VaR Breach *	Monthly Average**		Key Event
6/29/07	3300	3486	186	3336	85	91	6	86		
7/2/07	3300	3478	178	3301	85	90	5	91		
7/3/07	-	-	-	3301	-	-	-	91	2	Endemol/Goldman Sachs Close. (Commitment at close uncertain)
7/4/07	3300	3546	246	3301	85	92	7	91		
7/5/07	3300	3306	6	3301	85	86	1	91		
7/6/07	3300	3377	77	3301	85	95	10	91		
7/9/07	3300	3367	67	3301	85	95	10	91		
7/10/07	3300	3278		3301	85	90	5	91		
7/11/07	3300	3154		3301	85	85		91	1	Dermody Close. Funding share: $1.54 Bn
7/12/07	3300	3288		3301	85	92	7	91		Events on 7/16/07
7/13/07	3300	3297		3301	85	95	10	91	2	Houghton Mifflin original commitment: $2,398 Mm
7/16/07	3300	3427	127	3301	85	101	16	91	2	Applebees/IHOP original commitment: $2,139 Mm
7/17/07	3300	3498	198	3301	85	105	20	91	1	Coeur Defense Close. Funding share: $2.117 Bn
7/18/07	3300	3343	43	3301	85	99	14	91		
7/19/07	3300	3416	116	3301	85	95	10	91		
7/20/07	3300	3574	274	3301	85	107	22	91		
7/23/07	3300	3541	241	3301	125	105		91		
7/24/07	3300	3449	149	3301	125	99		91		
7/25/07	3300	3267		3301	125	85		91		
7/26/07	3300	2960		3301	125	72		91	2	Debitel Close. Commitment: €250 Mm
7/27/07	3300	2880		3301	125	70		91	3	LB CoMm Mortgage Trust 2007-C3 Close. Issued: $3.2 Bn
7/30/07	3300	3022		3301	125	80		91	2	PQ Corp Close. Commitment: $488 Mm
7/31/07	3300	2855		3301	125	70		91		Events on 7/31/07:
8/1/07	3300	2743		3265	125	60		92	2	Icopal A/S Close. Commitment: €255 Mm
8/2/07	3300	2676		3265	125	55		92	3	LB XS Trust Mort. Pass-Through Certs. Ser. 2007-15N. Issued: $2.8 Bn
8/3/07	3300	2840		3265	125	58		92		
8/6/07	3300	2855		3265	125	62		92		
8/7/07	3300	3030		3265	125	67		92		
8/8/07	3300	3388	88	3265	125	98		92		
8/9/07	3300	3262		3265	125	93		92		
8/10/07	3300	3502	202	3265	125	111		92		
8/13/07	3300	3457	157	3265	125	108		92	1	Archstone and Dermody commitments initially included in RA in LR
8/14/07	3300	3329	29	3265	125	97		92		
8/15/07	3300	3166		3265	125	87		92		
8/16/07	3300	3408	108	3265	125	100		92		
8/17/07	3300	3304	4	3265	125	103		92		
8/20/07	3300	3150		3265	125	93		92		
8/21/07	3300	3327	27	3265	125	102		92		
8/22/07	3300	3269		3265	125	94		92		
8/23/07	3300	3440	140	3265	125	104		92	3	LB Floating Rate CoMm Mort. Trust 2007-LLFA Close. Issued: $2.4 Bn
8/24/07	3300	3662	362	3265	125	119		92		
8/27/07	3300	3651	351	3265	125	117		92		
8/28/07	3300	3482	182	3265	125	107		92		
8/29/07	3300	3360	60	3265	125	94		92		
8/30/07	3300	3358	58	3265	125	91		92	2	Home Depot Supply Close. Commitment: $1,333 Mm
8/31/07	3300	3438	138	3265	125	91		92	3	Fannie Mae Trust 2007-95 Close. Issued: $2.8 Bn
9/3/07	3500	3400		3656	135	85		110		
9/4/07	3500	3641	141	3656	135	106		110		
9/5/07	3500	3553	53	3656	135	104		110		
9/6/07	3500	3622	122	3656	135	107		110		RA and VaR restatement: incorrect HY data related to HD on 8/31-9/4

Total Firm - Usage versus Limits

Risk Appetite (RA) and Value-at-Risk (VaR) Usage versus Limits

Time period presented: December 1, 2006 to September 15, 2008

($ in Millions)

Date	RA Limit	RA Usage	RA Breach *	Monthly Average**	VaR Limit	VaR Usage	VaR Breach *	Monthly Average**	Key Event	
9/7/07	3500	3732	232	3656	135	119		110		
9/10/07	3500	3578	78	3656	135	107		110		Limit increase backdating: authorized 9/10/07, effective 9/1/07
9/11/07	3500	3597	97	3656	135	108		110		
9/12/07	3500	3536	36	3656	135	104		110		
9/13/07	3500	3543	43	3656	135	105		110		
9/14/07	3500	3682	182	3656	135	110		110		
9/17/07	3500	3566	66	3656	135	103		110		
9/18/07	3500	3562	62	3656	135	104		110		
9/19/07	3500	3467		3656	135	98		110		
9/20/07	3500	3460		3656	135	99		110		
9/21/07	3500	3727	227	3656	135	118		110		
9/24/07	3500	3675	175	3656	135	117		110		
9/25/07	3500	3849	349	3656	135	133		110	2	First Data Close. Commitment: $3,120 Mm
9/26/07	3500	3963	463	3656	135	129		110		DRA Report change: GPS and GTS merged, added DPI - created PIP
9/27/07	3500	3970	470	3656	135	131		110		Shotton to O'Mera, et. al: Increased VaR limit to disencentive event risk
9/28/07	3500	3994	494	3656	135	123		110		
10/1/07	3500	4053	553	3910	135	124		132		
10/2/07	3500	3895	395	3910	135	120		132		
10/3/07	3500	3800	300	3910	135	119		132		
10/4/07	3500	4136	636	3910	135	136	1	132		
10/5/07	3500	3671	171	3910	135	115		132	1	Archstone Close. Funding share: $5.42 Bn
10/8/07	3500	3831	331	3910	135	130		132		
10/9/07	3500	4061	561	3910	135	140	5	132		
10/10/07	3500	4049	549	3910	135	141	6	132	2	Energy Future Holdings (TXU) Close. Commitment: $4,737 Mm
10/11/07	3500	4269	769	3910	135	158	23	132		
10/12/07	3500	4128	628	3910	135	143	8	132	2	CDW Close. Commitment: $1,494 Mm
10/15/07	3500	4180	680	3910	135	146	11	132	1	Carlyle Close. Funding share: €638 Mm
10/16/07	3500	4116	616	3910	135	144	9	132		
10/17/07	3500	4089	589	3910	135	148	13	132		
10/18/07	3500	4209	709	3910	135	164	29	132		
10/19/07	3500	3867	367	3910	135	132		132		
10/22/07	3500	3712	212	3910	135	127		132		Events on 10/24/07:
10/23/07	3500	3776	276	3910	135	135		132	1	Gospel/Diversity Close. Funding: $2.63 Bn (Date Uncertain)
10/24/07	3500	3733	233	3910	135	124		132	1	Hilton - Project Murphy Close. Funding share: $1.54 Bn
10/25/07	3500	3730	230	3910	135	127		132	2	ARINC Incorporated Close. Commitment: $385 Mm
10/26/07	3500	3605	105	3910	135	113		132		
10/29/07	3500	3648	148	3910	135	120		132		
10/30/07	3500	3578	78	3910	135	113		132		
10/31/07	3500	3793	293	3910	135	125		132		
11/1/07	3500	3675	175	3572	135	117		128		
11/2/07	3500	3703	203	3572	135	131		128		
11/5/07	3500	3600	100	3572	135	124		128		
11/6/07	3500	3677	177	3572	135	131		128		
11/7/07	3500	3601	101	3572	135	124		128		
11/8/07	3500	3369		3572	135	109		128		
11/9/07	3500	3449		3572	135	117		128		
11/12/07	3500	3621	121	3572	135	128		128		
11/13/07	3500	3544	44	3572	135	131		128		
11/14/07	3500	3653	153	3572	135	143	8	128		
11/15/07	3500	3611	111	3572	135	132		128		

Total Firm - Usage versus Limits

Risk Appetite (RA) and Value-at-Risk (VaR) Usage versus Limits

Time period presented: December 1, 2006 to September 15, 2008

($ in Millions)

Date	RA Limit	RA Usage	RA Breach *	Monthly Average**	VaR Limit	VaR Usage	VaR Breach *	Monthly Average**		Key Event
11/16/07	3500	3605	105	3572	135	131		128		
11/19/07	3500	3559	59	3572	135	126		128		
11/20/07	3500	3670	170	3572	135	138	3	128		
11/21/07	-	-	-	3572	-	-	-	128		
11/22/07	3500	3469		3572	135	126		128		
11/23/07	3500	3529	29	3572	135	133		128		
11/26/07	3500	3614	114	3572	135	139	4	128		
11/27/07	3500	3393		3572	135	118		128		
11/28/07	3500	3472		3572	135	132		128		
11/29/07	3500	3642	142	3572	135	130		128	2	Applebees/IHOP Close. (Commitment at close uncertain)
11/30/07	3500	3559	59	3572	135	123		128		Reporting change: The 2007 10-K, and 2008 10-Qs stop mentioning RA
12/3/07	4000	3678		3713	150	135		135	2	Sequa Corp Close. Commitment: $820 Mm. Funded: $280 Mm
12/4/07	4000	3623		3713	150	131		135	2	Local Insight Media Close. Commitment $455 Mm. Funded $302 Mm
12/5/07	4000	3791		3713	150	143		135		
12/6/07	4000	3821		3713	150	143		135		
12/7/07	4000	3861		3713	150	147		135		
12/10/07	4000	3712		3713	150	134		135		
12/11/07	4000	3679		3713	150	133		135	2	Captive Plastics original commitment: $130 Mm
12/12/07	4000	3674		3713	150	132		135	2	Houghton Mifflin Riverdeep Close. Commitment: ~$2,400 Mm
12/13/07	4000	3716		3713	150	134		135		
12/14/07	4000	3680		3713	150	136		135		
12/17/07	4000	3510		3713	150	124		135		
12/18/07	4000	3551		3713	150	123		135		
12/19/07	4000	3729		3713	150	133		135		
12/20/07	4000	3851		3713	150	141		135		
12/21/07	4000	3507		3713	150	121		135		
12/24/07	4000	3756		3713	150	135		135		
12/25/07	-	-	-	3713	-	-	-	135		
12/26/07	4000	3813		3713	150	142		135		
12/27/07	4000	3719		3713	150	131		135		
12/28/07	4000	3817		3713	150	138		135		
12/31/07	4000	3776		3713	150	135		135		
1/1/08	-	-	-	3663	-	-	-	139		
1/2/08	4000	3883		3663	150	141		139		
1/3/08	4000	3658		3663	150	132		139		
1/4/08	4000	3706		3663	150	132		139		
1/7/08	4000	3540		3663	150	127		139		Limit increase backdating: authorized 1/7/08, effective 12/3/07
1/8/08	4000	3555		3663	150	134		139		
1/9/08	4000	3584		3663	150	132		139		
1/10/08	4000	3667		3663	150	145		139		Events on 1/14/08:
1/11/08	4000	3686		3663	150	154	4	139		Request for plan to resolve excessive breaches: HY Loans, and RE
1/14/08	4000	3762		3663	150	149		139		Request for limit adjustment: positions moved from IMD to PIP
1/15/08	4000	3450		3663	150	127		139		DRA Report change: added Global Opportunity Group to PIP
1/16/08	4000	3508		3663	150	130		139		
1/17/08	4000	3582		3663	150	137		139		
1/18/08	-	-	-	3663	-	-	-	139		
1/21/08	4000	3407		3663	150	125		139		
1/22/08	4000	3458		3663	150	128		139		
1/23/08	4000	3834		3663	150	155	5	139		
1/24/08	4000	3701		3663	150	143		139		

Total Firm - Usage versus Limits
Risk Appetite (RA) and Value-at-Risk (VaR) Usage versus Limits
Time period presented: December 1, 2006 to September 15, 2008
($ in Millions)

Date	RA Limit	RA Usage	RA Breach *	Monthly Average**	VaR Limit	VaR Usage	VaR Breach *	Monthly Average**		Key Event
1/25/08	4000	3755		3663	150	145		139		
1/28/08	4000	3830		3663	150	151	1	139		
1/29/08	4000	3824		3663	150	150		139		
1/30/08	4000	3791		3663	150	145		139		
1/31/08	4000	3747		3663	150	130		139		
2/1/08	4000	3778		3588	150	140		116		
2/4/08	4000	3771		3588	150	139		116		
2/5/08	4000	3843		3588	150	136		116	2	Captive Plastics Close. Commitment: (Commitment at close uncertain)
2/6/08	4000	3701		3588	150	129		116		
2/7/08	4000	3500		3588	150	116		116		
2/8/08	4000	3492		3588	150	116		116		
2/11/08	4000	3636		3588	150	121		116		
2/12/08	4000	3500		3588	150	107		116		
2/13/08	4000	3560		3588	150	108		116		
2/14/08	4000	3554		3588	150	107		116		
2/15/08	-	-	-	3588	-	-	-	116		
2/18/08	4000	3506		3588	150	108		116		
2/19/08	4000	3533		3588	150	101		116		
2/20/08	4000	3412		3588	150	94		116		
2/21/08	4000	3718		3588	150	115		116		
2/22/08	4000	3708		3588	150	116		116		
2/25/08	4000	3592		3588	150	114		116		
2/26/08	4000	3520		3588	150	113		116		
2/27/08	4000	3499		3588	150	108		116		
2/28/08	4000	3470		3588	150	113		116		
2/29/08	4000	3460		3588	150	123		116		
3/3/08	4000	3565		3676	150	123		133		
3/4/08	4000	3580		3676	150	138		133		
3/5/08	4000	3455		3676	150	120		133		
3/6/08	4000	3572		3676	150	125		133		
3/7/08	4000	3532		3676	150	127		133		
3/10/08	4000	3653		3676	150	124		133		
3/11/08	4000	3783		3676	150	144		133		
3/12/08	4000	3703		3676	150	140		133		
3/13/08	4000	3694		3676	150	129		133		
3/14/08	4000	3824		3676	150	134		133		
3/17/08	4000	3834		3676	150	146		133		
3/18/08	4000	3830		3676	150	147		133		
3/19/08	4000	3679		3676	150	137		133		
3/20/08	-	-	-	3676	-	-	-	133	3	Freedom CCS Close. Issued: $2.8 Bn
3/21/08	4000	3813		3676	150	148		133		
3/24/08	4000	3623		3676	150	134		133		
3/25/08	4000	3607		3676	150	138		133		
3/26/08	4000	3655		3676	150	131		133		
3/27/08	4000	3727		3676	150	138		133		
3/28/08	4000	3705		3676	150	118		133		
3/31/08	4000	3678		3676	150	124		133	2	FairPoint Communications Close. Commitment: ~ $624 Mm
4/1/08	4000	3688		3676	150	114		123		
4/2/08	4000	3731		3676	150	123		123		
4/3/08	4000	3836		3676	150	130		123		

Total Firm - Usage versus Limits
Risk Appetite (RA) and Value-at-Risk (VaR) Usage versus Limits
Time period presented: December 1, 2006 to September 15, 2008
($ in Millions)

Date	RA Limit	RA Usage	RA Breach *	Monthly Average**	VaR Limit	VaR Usage	VaR Breach *	Monthly Average**		Key Event
4/4/08	4000	3711		3676	150	127		123		
4/7/08	4000	3654		3676	150	128		123		
4/8/08	4000	3651		3676	150	125		123		
4/9/08	4000	3672		3676	150	127		123		
4/10/08	4000	3644		3676	150	126		123		
4/11/08	4000	3620		3676	150	121		123		
4/14/08	4000	3673		3676	150	125		123		
4/15/08	4000	3587		3676	150	116		123		
4/16/08	4000	3535		3676	150	112		123		
4/17/08	4000	3572		3676	150	117		123		
4/18/08	4000	3771		3676	150	127		123		
4/21/08	4000	3909		3676	150	138		123		
4/22/08	4000	3663		3676	150	120		123		
4/23/08	4000	3618		3676	150	118		123		
4/24/08	4000	3511		3676	150	112		123		
4/25/08	4000	3553		3676	150	113		123		
4/28/08	4000	3567		3676	150	114		123	3	Spruce CCS Close. Issued: $1.9 Bn
4/29/08	4000	3784		3676	150	133		123		
4/30/08	4000	3924		3676	150	139		123		
5/1/08	4000	3743		3644	150	128		123		
5/2/08	4000	3748		3644	150	128		123		
5/5/08	4000	3827		3644	150	136		123		
5/6/08	4000	3735		3644	150	128		123		
5/7/08	4000	3830		3644	150	134		123		
5/8/08	4000	3772		3644	150	134		123		
5/9/08	4000	3887		3644	150	142		123		
5/12/08	4000	3762		3644	150	130		123		
5/13/08	4000	3675		3644	150	122		123		
5/14/08	4000	3707		3644	150	127		123		Proposal for ammortizing limits for FID and IMD
5/15/08	4000	3694		3644	150	128		123		
5/16/08	4000	3624		3644	150	121		123		
5/19/08	4000	3716		3644	150	130		123		
5/20/08	4000	3516		3644	150	116		123		
5/21/08	4000	3569		3644	150	120		123		
5/22/08	4000	3563		3644	150	117		123	3	SASCO 2008-C2 Close. Issued: $3.4 Bn
5/23/08	-	-	-	3644	-	-	-	123	3	Excalibur Funding No. 1 Close. Issued: €2.9 Bn
5/26/08	4000	3499		3644	150	115		123		
5/27/08	4000	3496		3644	150	111		123		
5/28/08	4000	3435		3644	150	109		123	3	Pine CCS Close. Issued: $1.9 Bn
5/29/08	4000	3332		3644	150	104		123		
5/30/08	4000	3400		3644	150	106		123		
6/2/08	4000	3400		3512	150	105		111		
6/3/08	4000	3400		3512	150	105		111		
6/4/08	4000	3391		3512	150	103		111		
6/5/08	4000	3404		3512	150	106		111		
6/6/08	4000	3446		3512	150	107		111		
6/9/08	4000	3436		3512	150	105		111		
6/10/08	4000	3518		3512	150	109		111		
6/11/08	4000	3668		3512	150	116		111		
6/12/08	4000	3521		3512	150	112		111		

Total Firm - Usage versus Limits

Risk Appetite (RA) and Value-at-Risk (VaR) Usage versus Limits

Time period presented: December 1, 2006 to September 15, 2008

($ in Millions)

Date	RA Limit	RA Usage	RA Breach *	Monthly Average**	VaR Limit	VaR Usage	VaR Breach *	Monthly Average**		Key Event
6/13/08	4000	3545		3512	150	110		111		
6/16/08	4000	3567		3512	150	112		111		
6/17/08	4000	3604		3512	150	117		111		
6/18/08	4000	3545		3512	150	112		111		
6/19/08	4000	3436		3512	150	103		111		
6/20/08	4000	3555		3512	150	113		111		
6/23/08	4000	3517		3512	150	110		111		
6/24/08	4000	3467		3512	150	111		111		
6/25/08	4000	3560		3512	150	118		111		
6/26/08	4000	3576		3512	150	120		111		
6/27/08	4000	3611		3512	150	124		111		
6/30/08	4000	3592		3512	150	120		111		
7/1/08	4000	3561		3494	150	117		112		
7/2/08	4000	3417		3494	150	111		112		
7/3/08	-	-	-	3494	-	-	-	112		
7/4/08	4000	3502		3494	150	114		112		
7/7/08	4000	3453		3494	150	110		112		
7/8/08	4000	3448		3494	150	109		112		
7/9/08	4000	3371		3494	150	104		112		
7/10/08	4000	3369		3494	150	103		112		
7/11/08	4000	3403		3494	150	105		112		
7/14/08	4000	3765		3494	150	130		112		
7/15/08	4000	3685		3494	150	124		112		
7/16/08	4000	3708		3494	150	127		112		
7/17/08	4000	3519		3494	150	113		112		
7/18/08	4000	3542		3494	150	115		112		
7/21/08	4000	3496		3494	150	112		112		
7/22/08	4000	3432		3494	150	107		112		
7/23/08	4000	3459		3494	150	109		112		
7/24/08	4000	3409		3494	150	106		112		
7/25/08	4000	3485		3494	150	111		112	3	Verano CCS Close. Issued: $1.8 Bn
7/28/08	4000	3487		3494	150	111		112		
7/29/08	4000	3486		3494	150	110		112		
7/30/08	4000	3469		3494	150	109		112		
7/31/08	4000	3402		3494	150	104		112		
8/1/08	4000	3470		3463	150	109		109		
8/4/08	4000	3515		3463	150	113		109		
8/5/08	4000	3586		3463	150	119		109	3	Leoforos B. V. Close. Issued: €1.6 Bn
8/6/08	4000	3531		3463	150	115		109		
8/7/08	4000	3533		3463	150	114		109		
8/8/08	4000	3461		3463	150	109		109		
8/11/08	4000	3398		3463	150	105		109		
8/12/08	4000	3377		3463	150	104		109		
8/13/08	4000	3440		3463	150	108		109		
8/14/08	4000	3360		3463	150	102		109		
8/15/08	4000	3344		3463	150	101		109		
8/18/08	4000	3341		3463	150	99		109		
8/19/08	4000	3423		3463	150	105		109		
8/20/08	4000	3462		3463	150	108		109		
8/21/08	4000	3475		3463	150	109		109		

Total Firm - Usage versus Limits
Risk Appetite (RA) and Value-at-Risk (VaR) Usage versus Limits
Time period presented: December 1, 2006 to September 15, 2008
($ in Millions)

Date	RA Limit	RA Usage	RA Breach *	Monthly Average**	VaR Limit	VaR Usage	VaR Breach *	Monthly Average**	Key Event
8/22/08	4000	3472		3463	150	108		109	
8/25/08	4000	3436		3463	150	106		109	
8/26/08	4000	3533		3463	150	113		109	
8/27/08	4000	3530		3463	150	113		109	
8/28/08	4000	3514		3463	150	112		109	
8/29/08	4000	3518		3463	150	111		109	
8/30/08	-	-	-	3463	-	-	-	109	
9/1/08	-	-	-	3766	-	-	-	127	
9/2/08	4000	3645		3766	150	121		127	
9/3/08	4000	3750		3766	150	126		127	
9/4/08	4000	3732		3766	150	124		127	
9/5/08	4000	3727		3766	150	123		127	
9/8/08	4000	3860		3766	150	132		127	
9/9/08	4000	3788		3766	150	126		127	
9/10/08	4000	3755		3766	150	125		127	
9/11/08	4000	3900		3766	150	135		127	
9/12/08	4000	3823		3766	150	131		127	
9/15/08	4000	3678		3766	150	122		127	

Sources:
Lehman Risk ("LR")

Notes:
** Breach is equal to the excess of usage over limit. A blank indicates no breach occurred. "-" Indicates no data is available.*
*** Monthly Average refers to each month's average usage. Days for which no data is provided are not counted as part of the average.*
"DRA" is Daily Risk Appetite
1. Indicates Commercial Real Estate related deals.
2. Indicates Leveraged Loans related deals.
3. Indicates Securitization related deals.

Fixed Income Division - Usage versus Limits

Risk Appetite (RA) and Value-at-Risk (VaR) Usage versus Limits

Time period presented: December 1, 2006 to September 15, 2008

($ in Millions)

Date	RA Limit	RA Usage	RA Breach *	Monthly Average**	VaR Limit	VaR Usage	VaR Breach *	Monthly Average**		Key Event
12/1/06	2200	1658		1716	75	47		41		
12/4/06	2200	1654		1716	75	44		41		
12/5/06	2200	1644		1716	75	43		41		
12/6/06	2200	1644		1716	75	47		41		
12/7/06	2200	1698		1716	75	45		41		
12/8/06	2200	1682		1716	75	43		41		
12/11/06	2200	1702		1716	75	42		41		
12/12/06	2200	1713		1716	75	41		41		
12/13/06	2200	1727		1716	75	40		41		
12/14/06	2200	1783		1716	75	44		41		
12/15/06	2200	1771		1716	75	44		41		
12/18/06	2200	1655		1716	75	40		41		
12/19/06	2200	1687		1716	75	41		41		
12/20/06	2200	1843		1716	75	41		41		
12/21/06	2200	1797		1716	75	40		41		
12/22/06	2200	1778		1716	75	39		41		
12/25/06	-	-	-	1716	-	-	-	41		
12/26/06	2200	1784		1716	75	41		41		
12/27/06	2200	1751		1716	75	37		41		
12/28/06	2200	1708		1716	75	35		41		
12/29/06	2200	1649		1716	75	35		41		
1/1/07	-	-	-	1535	-	-	-	36		
1/2/07	2200	1685		1535	75	39		36		
1/3/07	2200	1636		1535	75	38		36		
1/4/07	2200	1651		1535	75	39		36		
1/5/07	2200	1609		1535	75	38		36		
1/8/07	2200	1602		1535	75	38		36		
1/9/07	2200	1571		1535	75	35		36		
1/10/07	2200	1623		1535	75	38		36		
1/11/07	2200	1537		1535	75	35		36		
1/12/07	-	-	-	1535	-	-	-	36		
1/15/07	2200	1458		1535	75	35		36	2	FairPoint Communications original commitment: $832 Mm
1/16/07	2200	1417		1535	75	34		36		
1/17/07	2200	1393		1535	75	32		36		
1/18/07	2200	1421		1535	75	33		36		
1/19/07	2200	1505		1535	75	35		36		
1/22/07	2200	1524		1535	75	38		36		
1/23/07	2200	1451		1535	75	35		36		
1/24/07	2200	1480		1535	75	35		36		
1/25/07	2200	1541		1535	75	37		36		
1/26/07	2200	1500		1535	75	34		36		
1/29/07	2200	1499		1535	75	34		36		
1/30/07	2200	1502		1535	75	31		36		
1/31/07	2200	1624		1535	75	40		36		
2/1/07	2200	1573		1594	75	37		43		
2/2/07	2200	1676		1594	75	46		43		
2/5/07	2200	1629		1594	75	46		43		
2/6/07	2200	1672		1594	75	45		43		
2/7/07	2200	1693		1594	75	46		43		
2/8/07	2200	1708		1594	75	47		43		
2/9/07	2200	1521		1594	75	39		43		

Fixed Income Division - Usage versus Limits
Risk Appetite (RA) and Value-at-Risk (VaR) Usage versus Limits
Time period presented: December 1, 2006 to September 15, 2008
($ in Millions)

Date	RA Limit	RA Usage	RA Breach *	Monthly Average**	VaR Limit	VaR Usage	VaR Breach *	Monthly Average**		Key Event
2/12/07	2200	1525		1594	75	40		43		
2/13/07	2200	1539		1594	75	41		43		
2/14/07	2200	1487		1594	75	39		43		
2/15/07	2200	1589		1594	75	42		43		
2/16/07	-	-	-	1594	-	-	-	43		
2/19/07	2200	1574		1594	75	43		43		
2/20/07	2200	1513		1594	75	40		43		
2/21/07	2200	1529		1594	75	40		43		
2/22/07	2200	1488		1594	75	39		43		
2/23/07	2200	1563		1594	75	40		43		
2/26/07	2200	1640		1594	75	48		43	2	Energy Future Holdings (TXU) original commitment: $4,737 Mm
2/27/07	2200	1675		1594	75	49		43	3	LB-UBS CoMm Mortgage Trust 2007-C1 Close. Issued: $3.7 Bn
2/28/07	2200	1689		1594	75	50		43		
3/1/07	2200	1664		1627	75	42		45		
3/2/07	2200	1714		1627	75	44		45		
3/5/07	2200	1571		1627	75	40		45		
3/6/07	2200	1535		1627	75	39		45	3	Pyxis ABS CDO 2007-1 Close. Issued: $1.5 Bn
3/7/07	2200	1630		1627	75	43		45		
3/8/07	2200	1599		1627	75	40		45		
3/9/07	2200	1669		1627	75	42		45		
3/12/07	2200	1657		1627	75	47		45		
3/13/07	2200	1704		1627	75	47		45		
3/14/07	2200	1662		1627	75	50		45		
3/15/07	2200	1657		1627	75	49		45		
3/16/07	2200	1656		1627	75	49		45		
3/19/07	2200	1631		1627	75	48		45		
3/20/07	2200	1722		1627	75	50		45		
3/21/07	2200	1656		1627	75	52		45		
3/22/07	2200	1688		1627	75	47		45		
3/23/07	2200	1760		1627	75	50		45		
3/26/07	2200	1657		1627	75	48		45		
3/27/07	2200	1543		1627	75	41		45		
3/28/07	2200	1462		1627	75	39		45		
3/29/07	2200	1470		1627	75	41		45		
3/30/07	2200	1484		1627	75	40		45	3	Fannie Mae REMIC Trust 2007-30 Close. Issued: $3.1 Bn
4/2/07	2200	1506		1556	75	41		42	2	First Data original commitment: $3,120 Mm
4/3/07	2200	1474		1556	75	36		42		
4/4/07	2200	1554		1556	75	42		42		
4/5/07	-	-	-	1556	-	-	-	42		
4/6/07	2200	1576		1556	75	42		42		
4/9/07	2200	1574		1556	75	41		42		
4/10/07	2200	1482		1556	75	38		42		
4/11/07	2200	1515		1556	75	40		42		
4/12/07	2200	1511		1556	75	38		42		
4/13/07	2200	1516		1556	75	39		42		
4/16/07	2200	1557		1556	75	42		42	2	Advent International - Lloyds TSB original commitment: £ 281 Mm
4/17/07	2200	1603		1556	75	44		42		
4/18/07	2200	1612		1556	75	47		42		
4/19/07	2200	1622		1556	75	45		42		
4/20/07	2200	1583		1556	75	44		42		
4/23/07	2200	1561		1556	75	45		42		

Fixed Income Division - Usage versus Limits

Risk Appetite (RA) and Value-at-Risk (VaR) Usage versus Limits

Time period presented: December 1, 2006 to September 15, 2008

($ in Millions)

Date	RA Limit	RA Usage	RA Breach *	Monthly Average**	VaR Limit	VaR Usage	VaR Breach *	Monthly Average**		Key Event
4/24/07	2200	1514		1556	75	43		42		
4/25/07	2200	1552		1556	75	46		42		
4/26/07	2200	1565		1556	75	46		42	2	Local Insight Media original commitment: $422 Mm
4/27/07	2200	1624		1556	75	45		42		
4/30/07	2200	1620		1556	75	43		42		
5/1/07	2200	1680		1628	75	48		44		
5/2/07	2200	1581		1628	75	43		44		
5/3/07	2200	1616		1628	75	45		44		
5/4/07	2200	1565		1628	75	42		44		
5/7/07	2200	1592		1628	75	45		44		
5/8/07	2200	1562		1628	75	42		44		
5/9/07	2200	1577		1628	75	44		44	3	LB-UBS CoMm Mortgage Trust 2007-C2 Close. Issued: $3.6 Bn
5/10/07	2200	1550		1628	75	45		44		
5/11/07	2200	1454		1628	75	42		44	2	Endemol/Goldman Sachs original commitment: $633 Mm
5/14/07	2200	1579		1628	75	40		44		
5/15/07	2200	1603		1628	75	39		44	1	237 Park Avenue Close. Total exposure: $1.35 Bn
5/16/07	2200	1619		1628	75	42		44		
5/17/07	2200	1609		1628	75	42		44	1	Beacon Fund III Close. Funding share: $2.04 Bn
5/18/07	2200	1629		1628	75	44		44	2	Advent International - Lloyds TSB Close. Commitment: £264 Mm
5/21/07	2200	1609		1628	75	41		44		
5/22/07	2200	1613		1628	75	43		44		
5/23/07	2200	1692		1628	75	44		44		
5/24/07	2200	1784		1628	75	47		44		
5/25/07	-	-	-	1628	-	-	-	44		
5/28/07	2200	1769		1628	75	46		44		
5/29/07	2200	1733		1628	75	47		44	2	CDW original commitment: $1,960 Mm
5/30/07	2200	1695		1628	75	42		44	3	Fannie Mae REMIC Trust 2007-54 Close. Issued: $2.5 Bn
5/31/07	2200	1715		1628	75	44		44	2	Debitel original commitment: €250 Mm
6/1/07	2200	2124		2260	75	46		52	1	Archstone Commitment of $10.9 Bn entered into LR. Closed: 10/5/07
6/4/07	2200	2156		2260	75	48		52	1	EOP Austin Portfolio Close. Funding share: $ 1.13 Bn
6/5/07	2200	2135		2260	75	47		52		Event on 6/4/07:
6/6/07	2200	2153		2260	75	44		52	2	ARINC Incorporated original commitment: $825 Mm
6/7/07	2200	2221	21	2260	75	48		52		
6/8/07	2200	2148		2260	75	48		52		
6/11/07	2200	2124		2260	75	48		52	2	Icopal A/S original commitment: €850 Mm
6/12/07	2200	2153		2260	75	45		52		Temporary limit increase: by $200m to avoid breach - Alex Kirk
6/13/07	2200	2131		2260	75	48		52		
6/14/07	2200	2234	34	2260	75	54		52		
6/15/07	2200	2341	141	2260	75	61		52		
6/18/07	2200	2312	112	2260	75	56		52	2	Sequa Corp original commitment: $2,050 Mm
6/19/07	2200	2316	116	2260	75	55		52	2	Home Depot Supply original commitment: $2,400 Mm
6/20/07	2200	2394	194	2260	75	60		52		
6/21/07	2200	2270	70	2260	75	52		52		
6/22/07	2200	2357	157	2260	75	56		52	2	PQ Corp original commitment: $488 Mm
6/25/07	2200	2345	145	2260	75	57		52		
6/26/07	2200	2303	103	2260	75	53		52		
6/27/07	2200	2452	252	2260	75	62		52		
6/28/07	2200	2375	175	2260	75	53		52		
6/29/07	2200	2410	210	2260	75	56		52		
7/2/07	2200	2470	270	2374	75	59		63		
7/3/07	-	-	-	2374	-	-	-	63	2	Endemol/Goldman Sachs Close. (Commitment at close uncertain)

Fixed Income Division - Usage versus Limits

Risk Appetite (RA) and Value-at-Risk (VaR) Usage versus Limits

Time period presented: December 1, 2006 to September 15, 2008

($ in Millions)

Date	RA Limit	RA Usage	RA Breach *	Monthly Average**	VaR Limit	VaR Usage	VaR Breach *	Monthly Average**		Key Event
7/4/07	2200	2401	201	2374	75	55		63		
7/5/07	2200	2339	139	2374	75	53		63		
7/6/07	2200	2274	74	2374	75	57		63		
7/9/07	2200	2277	77	2374	75	57		63		
7/10/07	2200	2372	172	2374	75	63		63		
7/11/07	2200	2298	98	2374	75	59		63	1	Dermody Close. Funding share: $1.54 Bn
7/12/07	2200	2224	24	2374	75	57		63		Events on 7/16/07
7/13/07	2200	2201	1	2374	75	58		63	2	Houghton Mifflin original commitment: $2,398 Mm
7/16/07	2200	2384	184	2374	75	70		63	2	Applebees/IHOP original commitment: $2,139 Mm
7/17/07	2200	2434	234	2374	75	71		63	1	Coeur Defense Close. Funding share: $2.117 Bn
7/18/07	2200	2390	190	2374	75	69		63		
7/19/07	2200	2404	204	2374	75	64		63		
7/20/07	2200	2614	414	2374	75	78	3	63		
7/23/07	2200	2662	462	2374	75	81	6	63		
7/24/07	2200	2620	420	2374	75	80	5	63		
7/25/07	2200	2351	151	2374	75	62		63		
7/26/07	2200	2314	114	2374	75	62		63	2	Debitel Close. Commitment: €250 Mm
7/27/07	2200	2269	69	2374	75	59		63	3	LB CoMm Mortgage Trust 2007-C3 Close. Issued: $3.2 Bn
7/30/07	2200	2308	108	2374	75	58		63	2	PQ Corp Close. Commitment: $488 Mm
7/31/07	2200	2244	44	2374	75	56		63		Events on 7/31/07:
8/1/07	2200	2114		2337	75	47		62	2	Icopal A/S Close. Commitment: €255 Mm
8/2/07	2200	2019		2337	75	39		62	3	LB XS Trust Mort. Pass-Through Certs, Ser. 2007-15N. Issued: $2.8 Bn
8/3/07	2200	2114		2337	75	44		62		
8/6/07	2200	2176		2337	75	49		62		
8/7/07	2200	2317	117	2337	75	57		62		
8/8/07	2200	2332	132	2337	75	56		62		
8/9/07	2200	2394	194	2337	75	61		62		
8/10/07	2200	2577	377	2337	75	76	1	62		
8/13/07	2200	2421	221	2337	75	64		62	1	Archstone and Dermody commitments initially included in RA in LR
8/14/07	2200	2357	157	2337	75	65		62		
8/15/07	2200	2360	160	2337	75	61		62		
8/16/07	2200	2373	173	2337	75	66		62		
8/17/07	2200	2248	48	2337	75	64		62		
8/20/07	2200	2191		2337	75	56		62		
8/21/07	2200	2285	85	2337	75	62		62		
8/22/07	2200	2274	74	2337	75	62		62		
8/23/07	2200	2406	206	2337	75	68		62	3	LB Floating Rate CoMm Mort. Trust 2007-LLFA Close. Issued: $2.4 Bn
8/24/07	2200	2514	314	2337	75	80	5	62		
8/27/07	2200	2453	253	2337	75	77	2	62		
8/28/07	2200	2403	203	2337	75	75		62		
8/29/07	2200	2437	237	2337	75	67		62		
8/30/07	2200	2446	246	2337	75	68		62	2	Home Depot Supply Close. Commitment: $1,333 Mm
8/31/07	2200	2531	331	2337	75	72		62	3	Fannie Mae Trust 2007-95 Close. Issued: $2.8 Bn
9/3/07	2500	2501	1	2528	75	68		70		
9/4/07	2500	2519	19	2528	75	69		70		
9/5/07	2500	2513	13	2528	75	70		70		
9/6/07	2500	2611	111	2528	75	76	1	70		RA and VaR Restatement: incorrect HY data related to HD on 8/31-9/4
9/7/07	2500	2580	80	2528	75	79	4	70		
9/10/07	2500	2637	137	2528	75	78	3	70		Limit increase backdating: authorized 9/10, effective 9/1
9/11/07	2500	2550	50	2528	75	73		70		
9/12/07	2500	2501	1	2528	75	70		70		

Fixed Income Division - Usage versus Limits
Risk Appetite (RA) and Value-at-Risk (VaR) Usage versus Limits
Time period presented: December 1, 2006 to September 15, 2008
($ in Millions)

Date	RA Limit	RA Usage	RA Breach *	Monthly Average**	VaR Limit	VaR Usage	VaR Breach *	Monthly Average**		Key Event
9/13/07	2500	2426		2528	75	64		70		
9/14/07	2500	2385		2528	75	65		70		
9/17/07	2500	2352		2528	75	60		70		
9/18/07	2500	2427		2528	75	64		70		
9/19/07	2500	2447		2528	75	67		70		
9/20/07	2500	2423		2528	75	65		70		
9/21/07	2500	2474		2528	75	67		70		
9/24/07	2500	2523	23	2528	75	72		70		
9/25/07	2500	2540	40	2528	75	72		70	2	First Data Close. Commitment $3,120 Mm
9/26/07	2500	2610	110	2528	75	66		70		
9/27/07	2500	2699	199	2528	75	75		70		
9/28/07	2500	2840	340	2528	75	73		70		
10/1/07	2500	2843	343	2636	75	75		78		
10/2/07	2500	2861	361	2636	75	73		78		
10/3/07	2500	2818	318	2636	75	76	1	78		
10/4/07	2500	2792	292	2636	75	79	4	78		
10/5/07	2500	2553	53	2636	75	73		78	1	Archstone Close. Funding share: $5.42 Bn
10/8/07	2500	2479		2636	75	68		78		
10/9/07	2500	2531	31	2636	75	76	1	78		
10/10/07	2500	2611	111	2636	75	77	2	78	2	Energy Future Holdings (TXU) Close. Commitment: $4,737 Mm
10/11/07	2500	2653	153	2636	75	76	1	78		
10/12/07	2500	2649	149	2636	75	76	1	78	2	CDW Close. Commitment $1,494 Mm
10/15/07	2500	2569	69	2636	75	76	1	78	1	Carlyle Close. Funding share: €638 Mm
10/16/07	2500	2590	90	2636	75	77	2	78		Request for limit increase: RE and HY Loans
10/17/07	2500	2658	158	2636	75	81	6	78		Request for limit removal: VaR on America's Commodities
10/18/07	2500	2643	143	2636	75	85	10	78		
10/19/07	2500	2706	206	2636	75	90	15	78		
10/22/07	2500	2582	82	2636	75	78	3	78		Events on 10/24/07:
10/23/07	2500	2667	167	2636	75	85	10	78	1	Gospel/Diversity Close. Funding: $2.63 Bn (Date Uncertain)
10/24/07	2500	2675	175	2636	75	83	8	78	1	Hilton - Project Murphy Close. Funding share: $1.54 Bn
10/25/07	2500	2615	115	2636	75	83	8	78	2	ARINC Incorporated Close. Commitment: $385 Mm
10/26/07	2500	2577	77	2636	75	77	2	78		
10/29/07	2500	2519	19	2636	75	77	2	78		
10/30/07	2500	2554	54	2636	75	80	5	78		
10/31/07	2500	2483		2636	75	78	3	78		
11/1/07	2500	2736	236	2586	75	93	18	98		
11/2/07	2500	2768	268	2586	75	107	32	98		Request for limit increase: VaR on HG Loans
11/5/07	2500	2743	243	2586	75	98	23	98		
11/6/07	2500	2565	65	2586	75	96	21	98		
11/7/07	2500	2518	18	2586	75	96	21	98		
11/8/07	2500	2429		2586	75	88	13	98		
11/9/07	2500	2547	47	2586	75	94	19	98		
11/12/07	2500	2501	1	2586	75	93	18	98		
11/13/07	2500	2425		2586	75	89	14	98		
11/14/07	2500	2461		2586	75	89	14	98		
11/15/07	2500	2486		2586	75	91	16	98		
11/16/07	2500	2493		2586	75	94	19	98		
11/19/07	2500	2785	285	2586	75	114	39	98		
11/20/07	2500	2590	90	2586	75	102	27	98		
11/21/07	-	-	-	2586	-	-	-	98		
11/22/07	2500	2787	287	2586	75	114	39	98		

Fixed Income Division - Usage versus Limits
Risk Appetite (RA) and Value-at-Risk (VaR) Usage versus Limits
Time period presented: December 1, 2006 to September 15, 2008
($ in Millions)

Date	RA Limit	RA Usage	RA Breach *	Monthly Average**	VaR Limit	VaR Usage	VaR Breach *	Monthly Average**		Key Event
11/23/07	2500	2768	268	2586	75	112	37	98		
11/26/07	2500	2607	107	2586	75	107	32	98		
11/27/07	2500	2453		2586	75	99	24	98		
11/28/07	2500	2640	140	2586	75	99	24	98		
11/29/07	2500	2666	166	2586	75	103	28	98	2	Applebees/IHOP Close. (Commitment at close uncertain)
11/30/07	2500	2343		2586	75	88	13	98		
12/3/07	2500	2670	170	2579	75	107	32	101	2	Sequa Corp Close. Commitment: $820 Mm. Funded: $280 Mm
12/4/07	2500	2730	230	2579	75	110	35	101	2	Local Insight Media Close. Commitment: $455 Mm. Funded $302 Mm
12/5/07	2500	2758	258	2579	75	112	37	101		
12/6/07	2500	2662	162	2579	75	109	34	101		
12/7/07	2500	2670	170	2579	75	112	37	101		Change in methodology: HY carving out pipeline components/origination,
12/10/07	2500	2480		2579	75	94	19	101		previously included in trading/global
12/11/07	2500	2349		2579	75	86	11	101	2	Captive Plastics original commitment: $130 Mm
12/12/07	2500	2425		2579	75	90	15	101	2	Houghton Mifflin Riverdeep Close. Commitment: ~$2,400 Mm
12/13/07	2500	2499		2579	75	91	16	101		
12/14/07	2500	2492		2579	75	107	32	101		
12/17/07	2500	2546	46	2579	75	102	27	101		
12/18/07	2500	2638	138	2579	75	107	32	101		
12/19/07	2500	2693	193	2579	75	110	35	101		
12/20/07	2500	2701	201	2579	75	107	32	101		
12/21/07	2500	2583	83	2579	75	101	26	101		
12/24/07	2500	2535	35	2579	75	97	22	101		
12/25/07	-	-	-	2579	-	-	-	101		
12/26/07	2500	2561	61	2579	75	95	20	101		
12/27/07	2500	2500	0	2579	75	92	17	101		
12/28/07	2500	2550	50	2579	75	93	18	101		
12/31/07	2500	2534	34	2579	75	92	17	101		
1/1/08	-	-	-	2590	-	-	-	105		
1/2/08	2500	2548	48	2590	75	94	19	105		
1/3/08	2500	2436		2590	75	92	17	105		
1/4/08	2500	2535	35	2590	75	95	20	105		
1/7/08	2500	2422		2590	75	90	15	105		
1/8/08	2500	2592	92	2590	75	103	28	105		Change in calculation: of event risk for Structured Finance
1/9/08	2500	2640	140	2590	75	109	34	105		
1/10/08	2500	2705	205	2590	75	117	42	105		
1/11/08	2500	2755	255	2590	75	117	42	105		
1/14/08	2500	2678	178	2590	75	119	44	105		Request for plan to resolve excessive breaches: HY Loans, and RE
1/15/08	2500	2766	266	2590	75	119	44	105		
1/16/08	2500	2712	212	2590	75	117	42	105		
1/17/08	2500	2632	132	2590	75	108	33	105		
1/18/08	-	-	-	2590	-	-	-	105		
1/21/08	2500	2483		2590	75	99	24	105		
1/22/08	2500	2506	6	2590	75	105	30	105		
1/23/08	2500	2691	191	2590	75	114	39	105		
1/24/08	2500	2564	64	2590	75	99	24	105		
1/25/08	2500	2567	67	2590	75	103	28	105		
1/28/08	2500	2611	111	2590	75	103	28	105		
1/29/08	2500	2486		2590	75	97	22	105		
1/30/08	2500	2525	25	2590	75	100	25	105		
1/31/08	2500	2543	43	2590	75	93	18	105		
2/1/08	2500	2480		2543	75	96	21	88		

Fixed Income Division - Usage versus Limits
Risk Appetite (RA) and Value-at-Risk (VaR) Usage versus Limits
Time period presented: December 1, 2006 to September 15, 2008
($ in Millions)

Date	RA Limit	RA Usage	RA Breach *	Monthly Average**	VaR Limit	VaR Usage	VaR Breach *	Monthly Average**		Key Event
2/4/08	2500	2527	27	2543	75	92	17	88		
2/5/08	2500	2566	66	2543	75	94	19	88	2	Captive Plastics Close. Commitment: (Commitment at close uncertain)
2/6/08	2500	2553	53	2543	75	94	19	88		
2/7/08	2500	2430		2543	75	87	12	88		
2/8/08	2500	2402		2543	75	85	10	88		
2/11/08	2500	2535	35	2543	75	84	9	88		
2/12/08	2500	2599	99	2543	75	88	13	88		
2/13/08	2500	2521	21	2543	75	83	8	88		
2/14/08	2500	2500	0	2543	75	74		88		
2/15/08	-	-	-	2543	-	-	-	88		
2/18/08	2500	2556	56	2543	75	82	7	88		
2/19/08	2500	2563	63	2543	75	78	3	88		
2/20/08	2500	2588	88	2543	75	79	4	88		
2/21/08	2500	2679	179	2543	75	89	14	88		
2/22/08	2500	2659	159	2543	75	88	13	88		
2/25/08	2500	2547	47	2543	75	94	19	88		
2/26/08	2500	2550	50	2543	75	87	12	88		
2/27/08	2500	2531	31	2543	75	90	15	88		
2/28/08	2500	2533	33	2543	75	95	20	88		
2/29/08	2500	2533	33	2543	75	93	18	88		
3/3/08	2500	2515	15	2820	75	95	20	113		
3/4/08	2500	2757	257	2820	75	108	33	113		
3/5/08	2500	2614	114	2820	75	102	27	113		
3/6/08	2500	2660	160	2820	75	111	36	113		
3/7/08	2500	2643	143	2820	75	109	34	113		
3/10/08	2500	2871	371	2820	75	107	32	113		
3/11/08	2500	2738	238	2820	75	110	35	113		
3/12/08	2500	2613	113	2820	75	100	25	113		
3/13/08	2500	2782	282	2820	75	116	41	113		
3/14/08	2500	2858	358	2820	75	115	40	113		
3/17/08	2500	2919	419	2820	75	118	43	113		
3/18/08	2500	2819	319	2820	75	122	47	113		
3/19/08	2500	2896	396	2820	75	116	41	113		
3/20/08	-	-	-	2820	-	-	-	113	3	Freedom CCS Close. Issued: $2.8 Bn
3/21/08	2500	2906	406	2820	75	124	49	113		
3/24/08	2500	3028	528	2820	75	121	46	113		
3/25/08	2500	2918	418	2820	75	116	41	113		
3/26/08	2500	3003	503	2820	75	121	46	113		
3/27/08	2500	2937	437	2820	75	119	44	113		
3/28/08	2500	2999	499	2820	75	114	39	113		
3/31/08	2500	2916	416	2820	75	112	37	113	2	FairPoint Communications Close. Commitment: ~$624 Mm
4/1/08	2500	2877	377	2932	75	105	30	110		
4/2/08	2500	2923	423	2932	75	106	31	110		
4/3/08	2500	2954	454	2932	75	111	36	110		
4/4/08	2500	2926	426	2932	75	110	35	110		
4/7/08	2500	2960	460	2932	75	119	44	110		
4/8/08	2500	2949	449	2932	75	115	40	110		
4/9/08	2500	2984	484	2932	75	117	42	110		
4/10/08	2500	2883	383	2932	75	109	34	110		
4/11/08	2500	2911	411	2932	75	109	34	110		
4/14/08	2500	2928	428	2932	75	109	34	110		

Fixed Income Division - Usage versus Limits
Risk Appetite (RA) and Value-at-Risk (VaR) Usage versus Limits
Time period presented: December 1, 2006 to September 15, 2008
($ in Millions)

Date	RA Limit	RA Usage	RA Breach *	Monthly Average**	VaR Limit	VaR Usage	VaR Breach *	Monthly Average**		Key Event
4/15/08	2500	2875	375	2932	75	104	29	110		
4/16/08	2500	2864	364	2932	75	104	29	110		
4/17/08	2500	2719	219	2932	75	98	23	110		
4/18/08	2500	3022	522	2932	75	117	42	110		
4/21/08	2500	3073	573	2932	75	121	46	110		
4/22/08	2500	2995	495	2932	75	115	40	110		
4/23/08	2500	3049	549	2932	75	117	42	110		
4/24/08	2500	2973	473	2932	75	113	38	110		
4/25/08	2500	2822	322	2932	75	107	32	110		
4/28/08	2500	2898	398	2932	75	104	29	110	3	Spruce CCS Close. Issued: $1.9 Bn
4/29/08	2500	2983	483	2932	75	107	32	110		
4/30/08	2500	2941	441	2932	75	110	35	110		
5/1/08	2500	2962	462	2791	75	111	36	100		
5/2/08	2500	2831	331	2791	75	104	29	100		
5/5/08	2500	2759	259	2791	75	99	24	100		
5/6/08	2500	2818	318	2791	75	102	27	100		
5/7/08	2500	2916	416	2791	75	105	30	100		
5/8/08	2500	2811	311	2791	75	105	30	100		
5/9/08	2500	3025	525	2791	75	114	39	100		
5/12/08	2500	2882	382	2791	75	109	34	100		
5/13/08	2500	2815	315	2791	75	97	22	100		
5/14/08	2500	2878	378	2791	75	103	28	100		Proposal for ammortizing limits: $3025m to $2500m
5/15/08	3000	2841		2791	125	104		100		Request for limit increase: European Commodities
5/16/08	3000	2735		2791	125	99		100		
5/19/08	3000	2773		2791	125	102		100		
5/20/08	3000	2754		2791	125	101		100		
5/21/08	3000	2768		2791	125	100		100		
5/22/08	3000	2619		2791	125	90		100	3	SASCO 2008-C2 Close. Issued: $3.4 Bn
5/23/08	-	-	-	2791	-	-	-	100	3	Excalibur Funding No. 1 Close. Issued: €2.9 Bn
5/26/08	3000	2735		2791	125	98		100		
5/27/08	3000	2696		2791	125	94		100		
5/28/08	3000	2672		2791	125	91		100	3	Pine CCS Close. Issued: $1.9 Bn
5/29/08	3000	2630		2791	125	91		100		
5/30/08	3000	2684		2791	125	92		100		
6/2/08	3000	2632		2933	125	89		104		
6/3/08	3000	2682		2933	125	89		104		
6/4/08	3000	2704		2933	125	91		104		
6/5/08	3000	2667		2933	125	88		104		
6/6/08	3000	2744		2933	125	94		104		
6/9/08	3000	2790		2933	125	95		104		
6/10/08	3000	2960		2933	125	105		104		
6/11/08	3000	3068	68	2933	125	109		104		
6/12/08	3000	3002	2	2933	125	107		104		
6/13/08	3000	2928		2933	125	98		104		
6/16/08	3000	2957		2933	125	101		104		
6/17/08	3000	3073	73	2933	125	111		104		
6/18/08	3000	2948		2933	125	102		104		
6/19/08	3000	3069	69	2933	125	110		104		
6/20/08	3000	3049	49	2933	125	109		104		
6/23/08	3000	3096	96	2933	125	112		104		
6/24/08	3000	3065	65	2933	125	115		104		

Fixed Income Division - Usage versus Limits
Risk Appetite (RA) and Value-at-Risk (VaR) Usage versus Limits
Time period presented: December 1, 2006 to September 15, 2008
($ in Millions)

Date	RA Limit	RA Usage	RA Breach *	Monthly Average**	VaR Limit	VaR Usage	VaR Breach *	Monthly Average**		Key Event
6/25/08	3000	3155	155	2933	125	121		104		
6/26/08	3000	3047	47	2933	125	117		104		
6/27/08	3000	3036	36	2933	125	118		104		
6/30/08	3000	2915		2933	125	106		104		
7/1/08	3000	3013	13	2947	125	113		108		
7/2/08	3000	2911		2947	125	111		108		
7/3/08	-	-	-	2947	-	-	-	108		
7/4/08	3000	2971		2947	125	110		108		
7/7/08	3000	2904		2947	125	106		108		
7/8/08	3000	2825		2947	125	100		108		
7/9/08	3000	2869		2947	125	103		108		
7/10/08	3000	2799		2947	125	98		108		
7/11/08	3000	2945		2947	125	107		108		
7/14/08	3000	3073	73	2947	125	115		108		
7/15/08	3000	2968		2947	125	108		108		
7/16/08	3000	2988		2947	125	110		108		
7/17/08	3000	2815		2947	125	98		108		
7/18/08	3000	2881		2947	125	103		108		
7/21/08	3000	2927		2947	125	106		108		
7/22/08	3000	3062	62	2947	125	115		108		
7/23/08	3000	3075	75	2947	125	116		108		
7/24/08	3000	3021	21	2947	125	113		108		
7/25/08	3000	3054	54	2947	125	115		108	3	Verano CCS Close. Issued: $1.8 Bn
7/28/08	3000	3008	8	2947	125	110		108		
7/29/08	3000	2999		2947	125	109		108		
7/30/08	3000	2879		2947	125	101		108		
7/31/08	3000	2848		2947	125	99		108		
8/1/08	3000	2952		2856	125	107		100		
8/4/08	3000	2987		2856	125	110		100		
8/5/08	3000	2997		2856	125	111		100	3	Leoforos B. V. Close. Issued: €1.6 Bn
8/6/08	3000	2878		2856	125	102		100		
8/7/08	3000	2938		2856	125	106		100		
8/8/08	3000	2905		2856	125	104		100		
8/11/08	3000	2831		2856	125	99		100		
8/12/08	3000	2861		2856	125	102		100		
8/13/08	3000	2977		2856	125	110		100		
8/14/08	3000	2886		2856	125	103		100		
8/15/08	3000	2800		2856	125	97		100		
8/18/08	3000	2906		2856	125	103		100		
8/19/08	3000	2780		2856	125	95		100		
8/20/08	3000	2743		2856	125	92		100		
8/21/08	3000	2715		2856	125	90		100		
8/22/08	3000	2762		2856	125	93		100		
8/25/08	3000	2723		2856	125	90		100		
8/26/08	3000	2856		2856	125	99		100		
8/27/08	3000	2844		2856	125	99		100		
8/28/08	3000	2844		2856	125	99		100		
8/29/08	3000	2786		2856	125	94		100		
8/30/08	-	-	-	2856	-	-	-	100		
9/1/08	-	-	-	2990	-	-	-	105		
9/2/08	3000	2905		2990	125	104		105		

Fixed Income Division - Usage versus Limits

Risk Appetite (RA) and Value-at-Risk (VaR) Usage versus Limits

Time period presented: December 1, 2006 to September 15, 2008

($ in Millions)

Date	RA Limit	RA Usage	RA Breach *	Monthly Average**	VaR Limit	VaR Usage	VaR Breach *	Monthly Average**	Key Event
9/3/08	3000	2954		2990	125	104		105	
9/4/08	3000	2927		2990	125	102		105	
9/5/08	3000	2909		2990	125	100		105	
9/8/08	3000	3090	90	2990	125	111		105	
9/9/08	3000	3058	58	2990	125	108		105	
9/10/08	3000	3098	98	2990	125	111		105	
9/11/08	3000	3043	43	2990	125	108		105	
9/12/08	3000	3084	84	2990	125	111		105	
9/15/08	3000	2833		2990	125	95		105	

Sources:
Lehman Risk ("LR")

Notes:
** Breach is equal to the excess of usage over limit. A blank indicates no breach occurred. "-" Indicates no data is available.*
*** Monthly Average refers to each month's average usage. Days for which no data is provided are not counted as part of the average.*
"DRA" is Daily Risk Appetite
1. Indicates Commercial Real Estate related deals.
2. Indicates Leveraged Loans related deals.
3. Indicates Securitization related deals.